

# LRP Subcommittee Work

<http://leg.mt.gov/css/fiscal/reports/2011-session.asp>

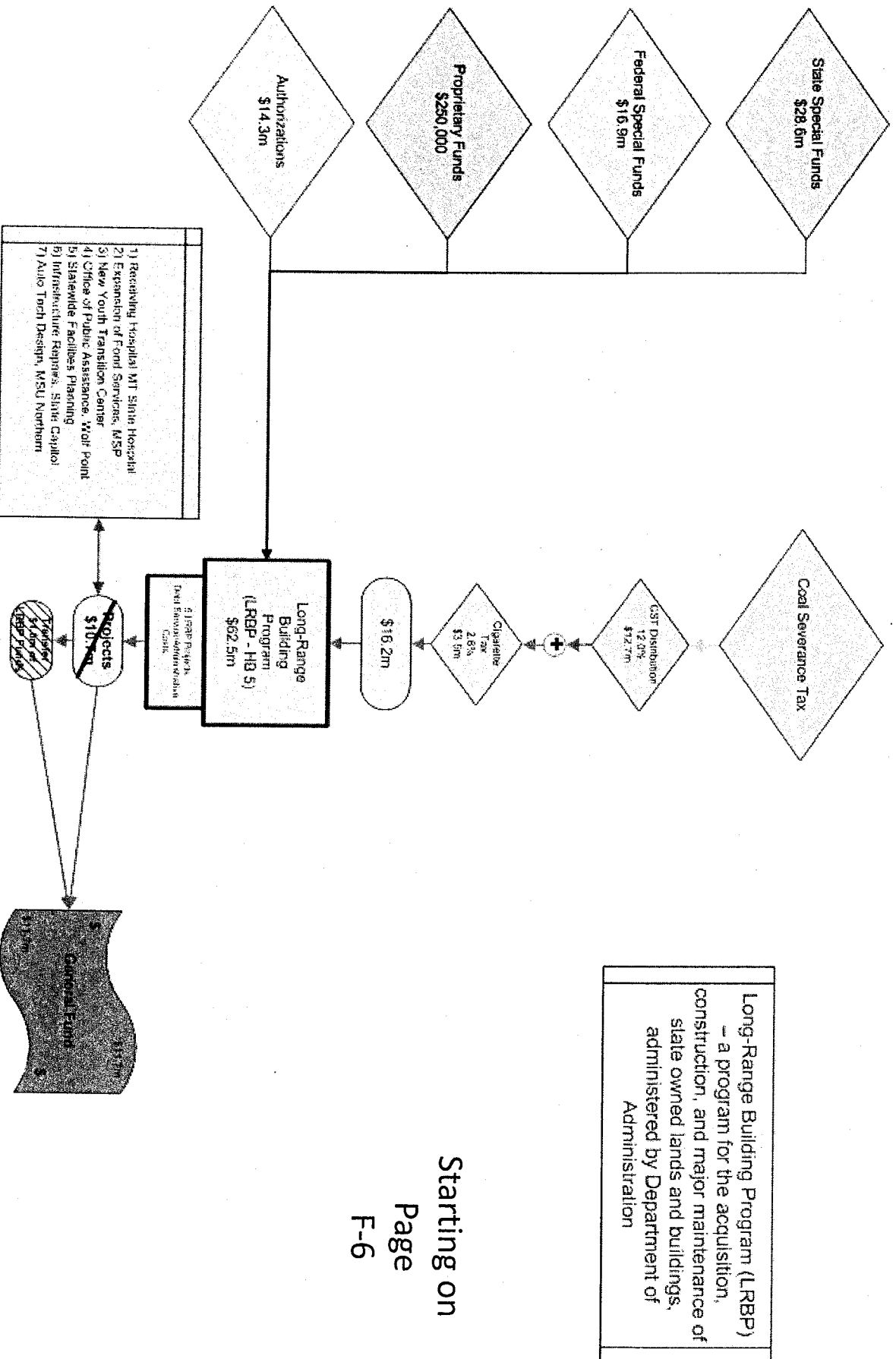
- Most programs are funded with dedicated revenues
  - Consequently, the dedicated revenue bill will impact almost all of these programs
  - The subcommittee will need to determine the best method to handle the potential impacts of the bill
- Spending for the program is determined by the amount of revenue available
- Unlike HB 2, these programs do not have a base
  - No FTE, fixed costs, other expenditures guided by global motions
  - No 5% reduction proposal to consider
  - Potentially a 10% reduction to consider from the dedicated state special revenues bill

Coal Severance Tax

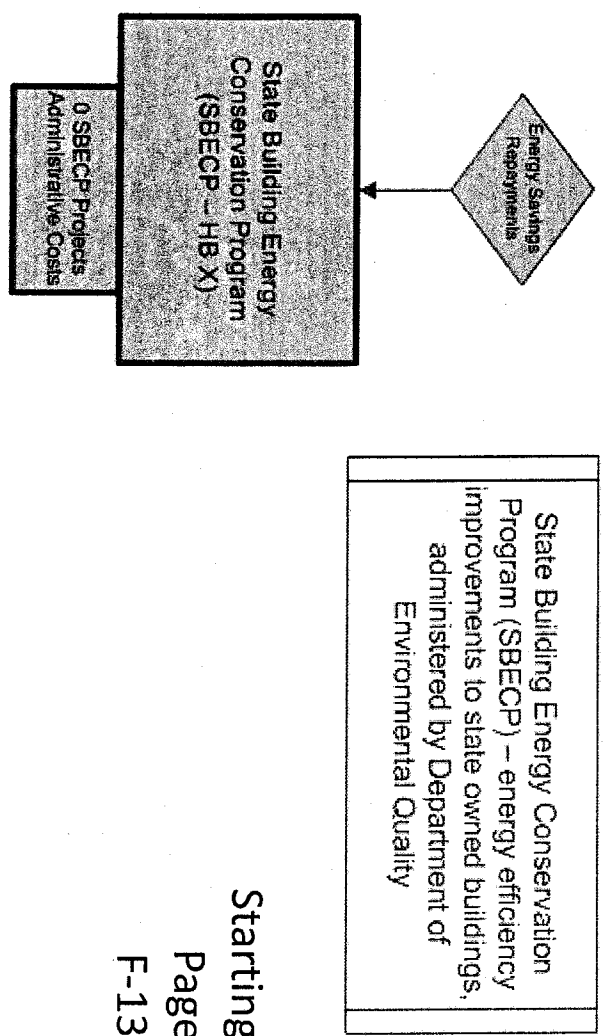


- Three LRP programs provide services to state government
  - Long-Range Building Program (LRBP)
  - Long-Range Information Technology Program (LRITP)
  - State Building Energy Conservation Program (SBECP)
- Two of the programs, LRITP and SBECP, are recommended to include no new projects in the 2013 biennium
- Two of the programs include the elimination of projects authorized by previous legislatures and the transfer of the associated funds to the general fund

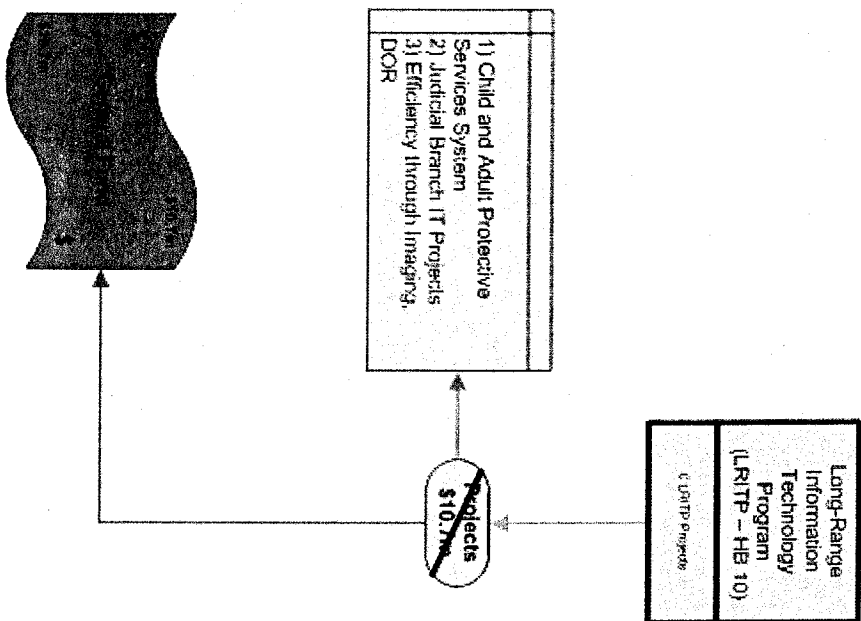
# Long-Range Building Program Budget - 2013 Biennium (Executive Proposed Budget)



# State Building Energy Conservation Program Budget - 2013 Biennium (Executive Proposed Budget)



# Long-Range Information Technology Program Budget - 2013 Biennium (Executive Proposed Budget)

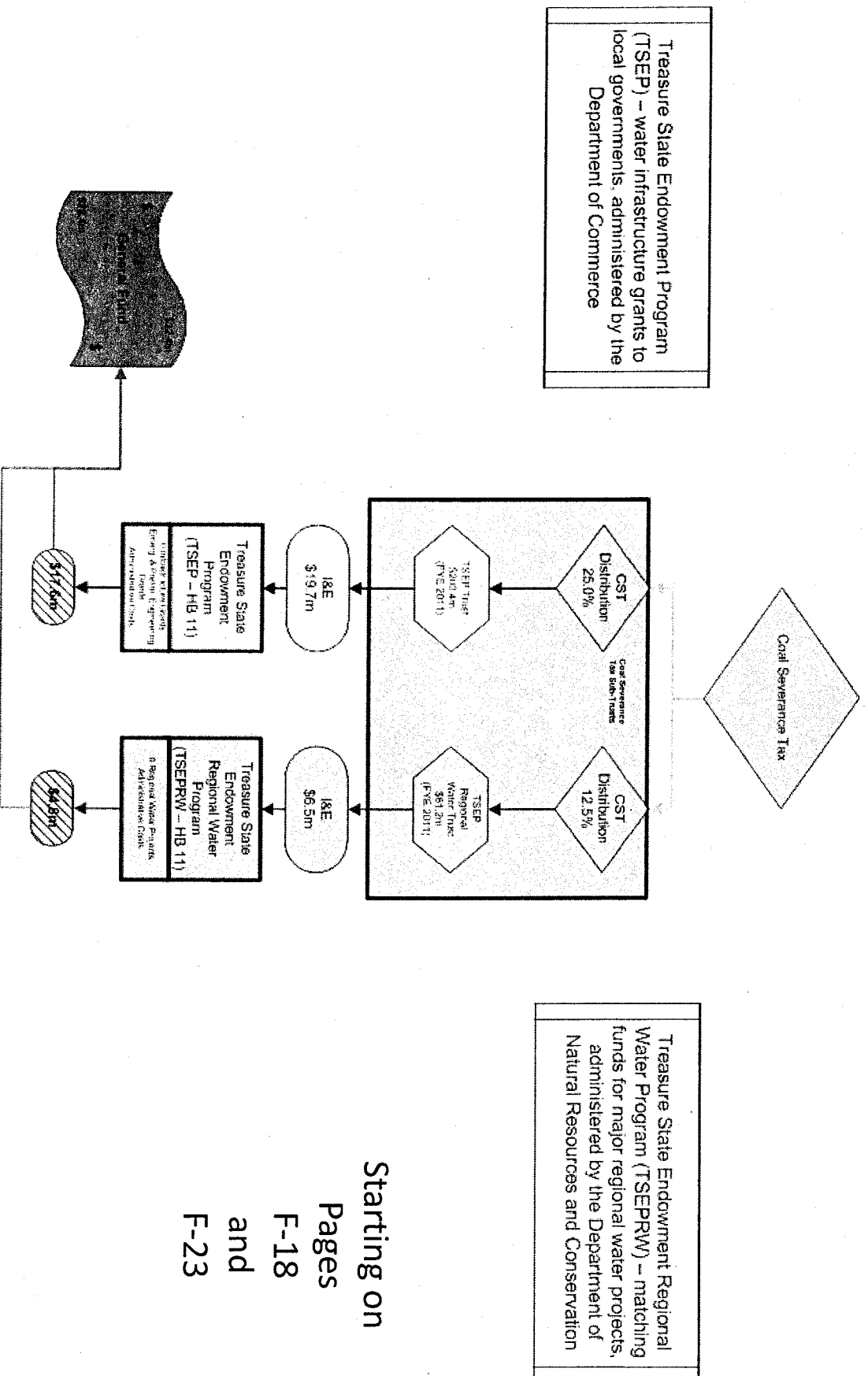


Long-Range Information Technology Program (LRITP) – major information technology build and upgrade, administered by Department of Administration

- Six LRP programs provide grants to local governments, oil & gas programs, regional water authorities, and school districts
  - Treasure State Endowment Program (TSEP)
  - Treasure State Endowment Regional Water Program (TSEPRW)
  - Renewable Resource Grant and Loan Program (RRGL)
  - Reclamation and Development Grant Program (RDGP)
  - Cultural and Aesthetic Grant Program (C&A)
  - Quality School Facilities Grant Program (QSFP)
- Two of the programs, TSEP and TSEPRW, are recommended to include no new projects in the 2013 biennium



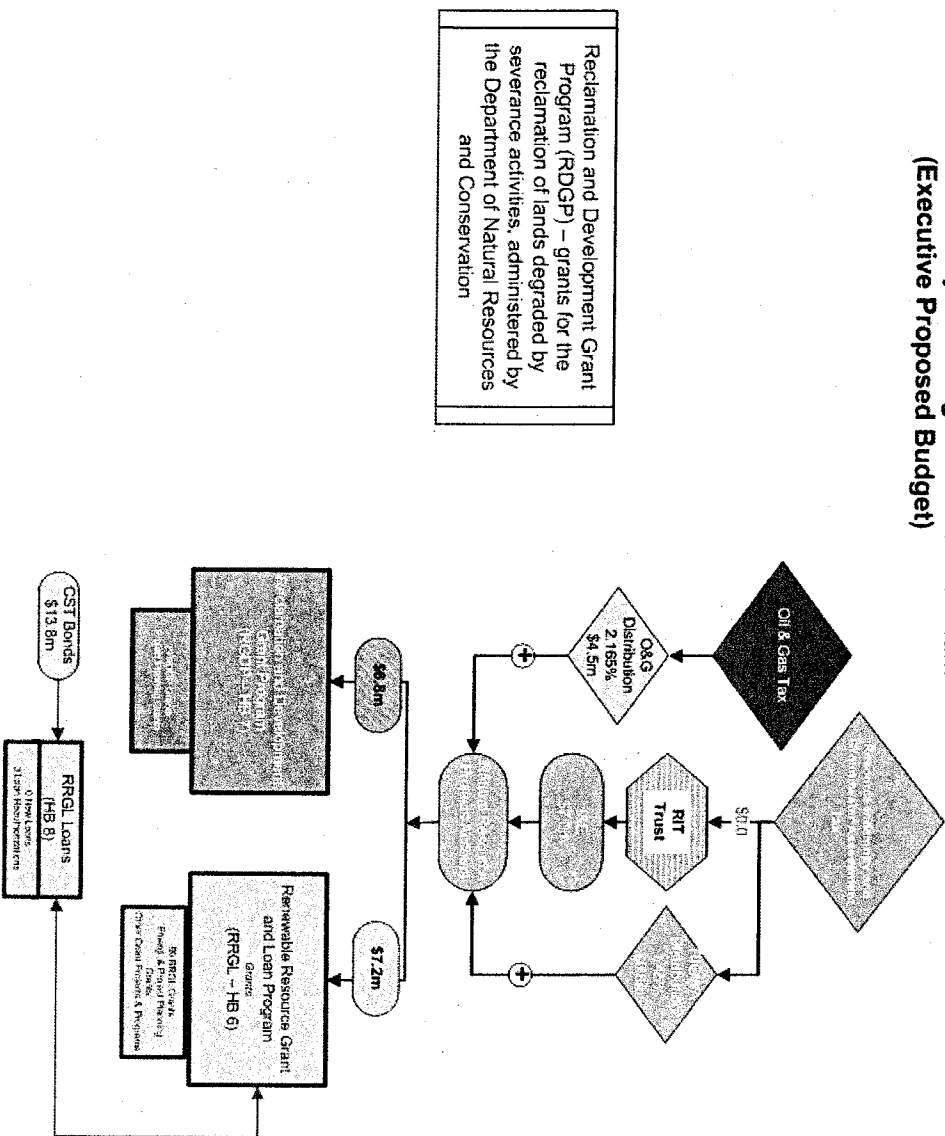
# Treasure State Endowment Program Budgets - 2013 Biennium (Executive Proposed Budget)



Treasure State Endowment Program (TSEPP) – water infrastructure grants to local governments, administered by the Department of Commerce

Treasure State Endowment Regional Water Program (TSEPRW) – matching funds for major regional water projects, administered by the Department of Natural Resources and Conservation

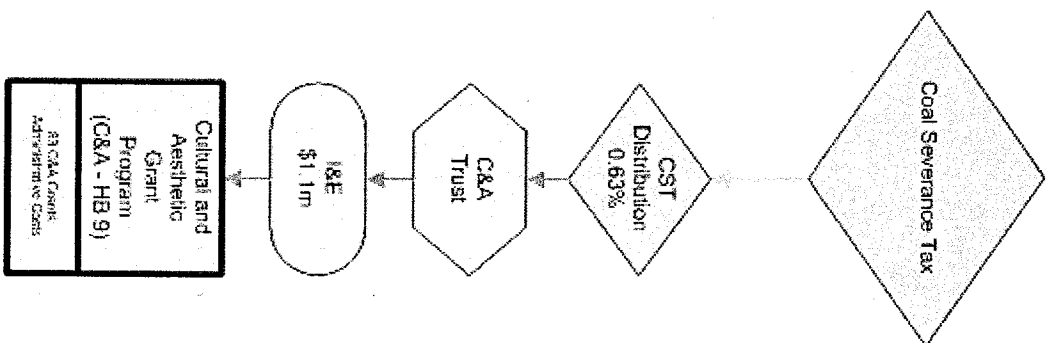
# Natural Resource Projects Budgets - 2013 Biennium (Executive Proposed Budget)



Reclamation and Development Grant Program (RDGP) – grants for the reclamation of lands degraded by severance activities, administered by the Department of Natural Resources and Conservation

Renewable Resource Grant and Loan Program (RRGL) – water conservation grants and loans to local governments, administered by the Department of Natural Resources and Conservation

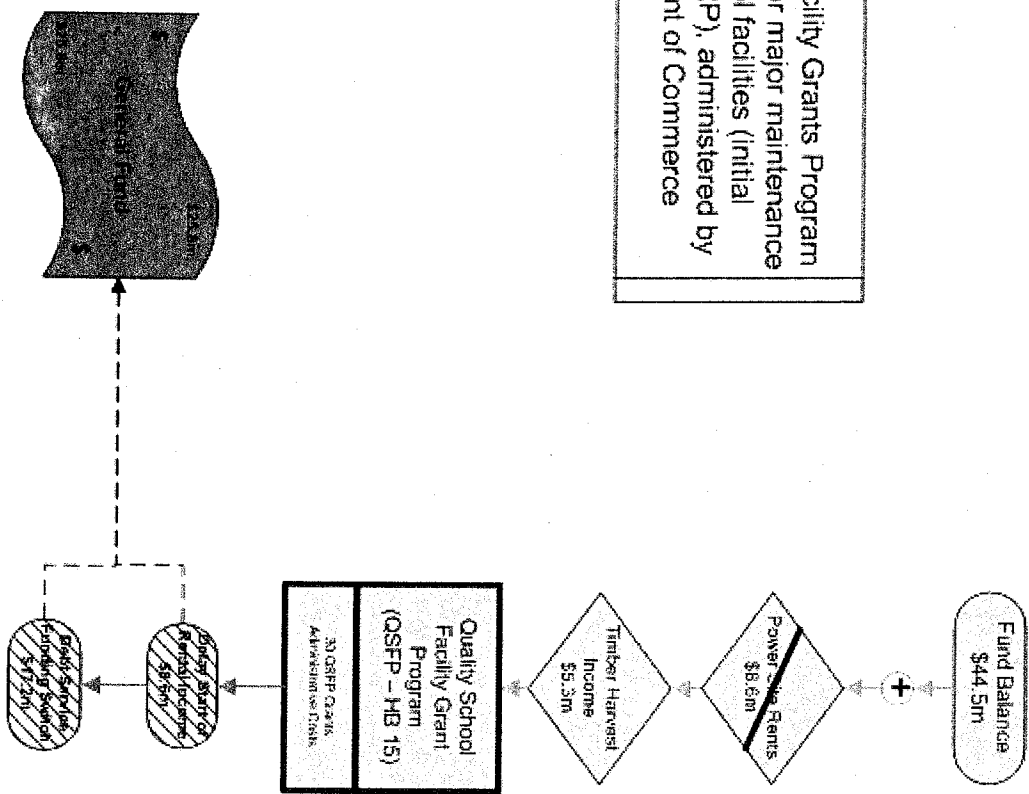
# **Cultural and Aesthetic Grants Budget - 2013 Biennium** **(Executive Proposed Budget)**



Cultural and Aesthetic Grant Program  
 (C&A) – arts and historical grants,  
 administered by the Montana Arts  
 Council

# Quality School Facilities Grant Program - 2013 Biennium (Executive Proposed Budget)

Quality School Facility Grants Program (QSFP) – grants for major maintenance of K-12 school facilities (initial appearance in LRP), administered by the Department of Commerce



Long-Range Planning Budget Comparison (in millions)				
Budget Item	Budget FY 10-11	Budget FY 12-13	Biennium Change	Biennium % Change
Long-Range Building Program (LRBP)	\$208,800	\$62,484	(\$146,317)	-70.1%
State Building Energy Conservation Program (SBECP)	23,238	0.000	(23,238)	-100.0%
Long-Range Information Technology Program (LRITP)	99,252	0.000	(99,252)	-100.0%
Treasure State Endowment Program (TSEP)	33,854	1,000	(32,854)	-97.0%
Treasure State Regional Water Program (TSEPRW)	15,000	0.000	(15,000)	-100.0%
Renewable Resource Grant and Loan Program (RRGL)	29,963	20,934	(9,029)	-30.1%
Reclamation and Development Grant Program (RDGP)	7,027	6,849	(0.178)	-2.5%
Cultural and Aesthetic Grant Program (C&A)	0,915	0,725	(0.190)	-20.8%
Quality Schools Grant Program (QSFP)	11,658	12,069	0,411	3.5%
<b>Total Costs</b>	<b>\$429,708</b>	<b>\$104,062</b>	<b>(\$325,647)</b>	<b>-75.8%</b>
Capital Projects Fund (Capital)	\$18,865	\$2,420	(\$16,445)	-87.2%
General Fund (GF)	74,446	0.000	(74,446)	-100.0%
State Special (SS)	112,388	56,447	(55,942)	-49.8%
Federal Special (FS)	141,889	16,886	(125,003)	-88.1%
Bonds and Loans (Bonds)	41,571	13,724	(27,846)	-67.0%
Proprietary Fund (Prop)	1,750	0,250	(1,500)	-85.7%
Authorization (Author)	38,800	14,335	(24,465)	-63.1%
<b>Total Funds</b>	<b>\$429,708</b>	<b>\$104,062</b>	<b>(\$325,647)</b>	<b>-75.8%</b>

General Fund Enhancements from LRP Programs			
Program	Description	Action	General Fund Impact
LRBP	Project reduction / elimination	Transfer of Funds	\$10,685,622
LRBP	Program funds reduction	Transfer of Funds	1,000,000
LRITP	Project reduction / elimination	Transfer of Funds	10,737,033
TSEP	Program funds reduction	Transfer of Funds	17,614,270
TSEP/RW	Program funds reduction	Transfer of Funds	4,823,825
QSFP	Temporary funding reduction	Statutory change	8,560,381
QSFP	Debt-service funding switch	Legislative change	<u>17,172,000</u>
Total Proposed Enhancements from LRP Programs			<u><u>\$70,593,131</u></u>

- LRP Executive Action
  - Request amendments for bills
  - Chairman may allow “conceptual amendments”
    - Requires care and time for subcommittee to recheck results
- LRP Subcommittee DOES NOT amend the bills
  - Amendments passed become recommendations to the House Appropriations Committee
  - All amendments passed that make changes to the bill are compiled into a “committee report”
- HAC will generally accept the recommendations of the subcommittee and on occasion make additional amendments

Questions!